

New Mexico State Income Tax Information

State Abbreviation:	NM
State Tax Withholding State Code:	35
Acceptable Exemption Form:	None
Basis For Withholding:	Federal Exemptions
Acceptable Exemption Data:	None
TSP Deferred:	Yes
Special Coding:	None
Additional Information:	A state tax certificate is not required since Federal exemptions are used in the computation of the state formula.

Withholding Formula ►(Effective Pay Period 14, 2003)◄

1. Subtract the biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract non-taxable Federal Health Benefits Plan payments from the adjusted gross biweekly wages.
3. Add taxable fringe benefits (taxable life insurance, etc.) to the adjusted gross biweekly wages.
4. Multiply the adjusted gross biweekly wages times 26 to obtain the annual wages.
5. Determine the exemption allowance by applying the following guideline and subtract this amount from the annual wages to compute the taxable income.

Exemption Allowance = ►\$3,050◄ x Number of Exemptions

6. Apply the taxable income computed in step 5 to the following table to determine the New Mexico tax withholding.

Tax Withholding Table Single or Head of Household

If the Amount of Taxable Income Is:		The Amount of New Mexico Tax Withholding Should Be:			
Over:	But Not Over:				Of Excess Over:
\$ ►0	\$ 1,700	\$ 0	plus	0.0%	\$ 0
1,700	7,200	0	plus	1.7%	1,700
7,200	12,700	93.50	plus	3.2%	7,200
12,700	17,700	269.50	plus	4.7%	12,700
17,700	27,700	504.50	plus	6.0%	17,700
27,700	43,700	1,104.50	plus	7.1%	27,700
43,700	and over	2,240.50	plus	7.7%	43,700◄

Married

**If the Amount of
Taxable Income Is:**

**The Amount of New Mexico Tax
Withholding Should Be:**

Over:	But Not Over:					Of Excess Over:
\$ ▶0	\$ 4,900	\$ 0.00	plus	0%	\$ 0	
4,900	12,900	0.00	plus	1.7%	4,900	
12,900	20,900	136.00	plus	3.2%	12,900	
20,900	28,900	392.00	plus	4.7%	20,900	
28,900	44,900	768.00	plus	6.0%	28,900	
44,900	68,900	1,728.00	plus	7.1%	44,900	
68,900	and over	3,432.00	plus	7.7%	68,900◀	

7. Divide the annual New Mexico tax withholding by 26 to obtain the biweekly New Mexico tax withholding.